

# **FISCAL NOTE**

## **SB 326 - HB 931**

February 15, 1997

**SUMMARY OF BILL:** Broadens the definition of industrial machinery for sales and use tax exemption purposes to include machinery or facilities for decontamination or processing contaminated personal property used in the manufacturing process.

### **ESTIMATED FISCAL IMPACT:**

**Decrease State Revenues - Exceeds \$1,000,000**

**Decrease Local Govt. Revenues - Exceeds \$375,000**

This estimate is based on audits from five companies with a combined tax liability of \$1,377,000. It is anticipated that there would be significant impact on state revenues due to the number of taxpayers affected by the bill.

Assumes 6% state sales tax rate and 2.25% average local sales tax rate.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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